# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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# FISCAL IMPACT STATEMENT

**LS 6622 NOTE PREPARED:** Feb 11, 2013 **BILL NUMBER:** SB 277 **BILL AMENDED:** Feb 11, 2013

**SUBJECT:** Methamphetamine Vehicle Information Disclosure.

FIRST AUTHOR: Sen. Zakas

BILL STATUS: 2<sup>nd</sup> Reading - 1<sup>st</sup> House

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation</u>: (Amended) This bill requires a dealer or seller who knows or reasonably should know that a motor vehicle has been used to manufacture methamphetamine within the previous two years to disclose this fact, in writing, to a buyer or prospective buyer of the motor vehicle before the sale. The bill also permits a dealer or seller to include a decontamination report with the written disclosure. If dealer or seller fails to disclose the vehicle was used in the production of methamphetamine, the buyer or prospective buyer may bring civil action against the dealer or seller. The court may order the dealer or seller to perform either:

- Remediation to a certain standard.
- Reimbursement for remediation costs.

In addition, a court may award a buyer or prospective buyer liquidated damages of not more than \$10,000. The buyer has two years from the date of violation to bring action against the dealer or seller.

Effective Date: July 1, 2013.

#### **Explanation of State Expenditures:**

**Explanation of State Revenues:** Court Fee Revenue: If additional civil actions occur and court fees are collected, revenue to the state General Fund may increase. A civil costs fee of \$100 would be assessed when a civil case is filed, 70% of which would be deposited in the state General Fund if the case is filed in a court of record or 55% if the case is filed in a city or town court.

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In addition, some or all of the judicial salaries fee (\$20), public defense administration fee (\$5), court administration fee (\$5), and the judicial insurance adjustment Fee (\$1) are deposited into the state General Fund. Revenue from the pro bono services fee (\$1) is transferred by the State Auditor to the Indiana Bar Foundation for use to assist with pro bono legal services programs in Indiana. And proceeds from the automated record keeping fee (\$5) are deposited into the state User Fee Fund.

Additional fees may be collected at the discretion of the judge and depending upon the particular type of case.

## **Explanation of Local Expenditures:**

**Explanation of Local Revenues:** Court Fee Revenue: If additional civil actions occur, local governments would receive revenue from the following sources. The county general fund would receive 27% of the \$100 civil costs fee that is assessed in a court of record. Cities and towns maintaining a law enforcement agency that prosecutes at least 50% of its ordinance violations in a court of record may receive 3% of court fees. If the case is filed in a city or town court, 20% of the court fee would be deposited in the county general fund and 25% would be deposited in the city or town general fund. Additional fees may be collected at the discretion of the judge, depending upon the particular type of case.

Persons filing a civil case are also be required to pay the following fees that are deposited in local funds.

The document storage fee (\$2) is deposited into the clerk record perpetuation fund.

The following fees are deposited into the general fund of the county in which the court is located:

- Document fees (\$1 per document) are charged for preparing transcripts or copies of record or certificate under seal.
- Service fee (\$10) collected from the filing party for each defendant beyond the first cited in the lawsuit.

## **State Agencies Affected:**

**Local Agencies Affected:** Trial courts, city and town courts.

#### **Information Sources:**

Fiscal Analyst: Heath Holloway, 232-9867.

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